#### MINUTES

## MONTANA SENATE 57th LEGISLATURE - REGULAR SESSION SUBCOMMITTEE ON ENERGY AND TELECOMMUNICATIONS

Call to Order: By VICE CHAIRMAN ROYAL JOHNSON, on February 5, 2001 at 7:00 A.M., in Room 317-B Capitol.

### ROLL CALL

#### Members Present:

Sen. Royal Johnson, Chairman (R)

Sen. Don Ryan (D)

Sen. Tom Zook (R)

Members Excused: None.

Members Absent: None.

Staff Present: Todd Everts, Legislative Branch

Melissa Rasmussen, Committee Secretary

Please Note: These are summary minutes. Testimony and

discussion are paraphrased and condensed.

#### Committee Business Summary:

Discussion on SB 243

CHAIRMAN ROYAL JOHNSON opened discussion on SB024304 amendments, EXHIBIT (ens29a01). The committee specifically addressed amendments 20-23. Todd Everts reminded the committee that they had previously discussed amendments 20-23 at length on Saturday, February 3, 2001.

SENATOR TOM ZOOK asked what was meant by the language, "this service can be provided to an affiliated transmission services provider" (exhibit 1)? Mr. Everts explained that it was emergency service. Pat Corcoran, Montana Power Company (MPC), added that the emergency service was provided by the MPC's transmission business unit.

SENATOR DON RYAN asked if the sixty days for determining an emergency was still necessary? Ken Morrison, Pacific Power and Light (PPL), said those amendments were already in at this point.

Motion/Vote: SEN. JOHNSON moved that 20, 21, 22, 23 AMENDMENTS ON
SB024304 BE ADOPTED. Motion carried 3-0.

Mr. Everts stated that amendment 24 has PPL and MPC striking out the same language and having MPC insert new language. Mr. Corcoran asserted the reason MPC added this language was to maintain the original electricity supply and continue modification. Mr. Morrison questioned if the amendment addressed the issue of supply, was it necessary to repeat the language regarding cost? Mr. Corcoran admitted there was some overlapping occurring in the language.

Motion/Vote: SEN. JOHNSON moved that AMENDMENT 24, LEAVING OUT
SECTION B ON 04 BE ADOPTED. Motion carried 3-0.

There was no discussion on amendment 25

Motion/Vote: SEN. JOHNSON moved that AMENDMENT 25 BE ADOPTED.
Motion carried 3-0.

There was no discussion on amendment 26

Motion/Vote: SEN. JOHNSON moved that AMENDMENT 26 BE ADOPTED.
Motion carried 3-0.

There was no discussion on amendment 28

Motion/Vote: SEN. JOHNSON moved that AMENDMENT 28 BE ADOPTED.
Motion carried 3-0.

Dennis Lopach, Northwest Corporation (NWC), commented that he was concerned that a small customer who goes to choice cannot come back for the remainder of the transition period. It was his understanding that that was not the intent of the discussion. CHAIRMAN JOHNSON asked if Mr. Lopach was referring to a customer who had chosen to opt in? Mr. Lopach clarified that it was referring to the school district, trying to make the customer not feel stuck. Mr. Evert said he would check the language when he went through the amendments to make sure that the language did not exclude anyone.

**SENATOR RYAN** asked if the committee had taken action on **SB024302** amendments, **EXHIBIT(ens29a02)**? **Mr. Everts** informed the committee that no action had been taken on the 02 amendments.

Motion/Vote: SEN. JOHNSON moved that 02 AMENDMENTS BE ADOPTED.
Motion failed 1-2 with Ryan voting aye.

Mr. Corcoran added that the default supplier was not required to have the 5% because that should happen through the bid process. MPC said they would work with the Public Service Commission to figure out the role of the default supply service. CHAIRMAN JOHNSON asked if it would cause an increase in prices? Mr. Corcoran said that it would increase the average cost.

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### ADJOURNMENT

Adjournment:	7:25 A.M.				
		 SEN.	ROYAL	JOHNSON,	Chairman
				,	
		 MELI	SSA RA	SMUSSEN,	Secretary

MC/MP

EXHIBIT (ens29aad)